

FILED

IN THE UNITED STATES BANKRUPTCY COURT
FOR THE EASTERN DISTRICT OF NORTH CAROLINA
RALEIGH DIVISION

SEP 21 2000

PEGGY B. DEANS, CLERK
U.S. BANKRUPTCY COURT
EASTERN DISTRICT OF N.C.

IN RE:)
)
INTERNATIONAL HERITAGE, INC.) CASE NO. 98-02675-5-ATS
) CHAPTER 7
)
)
Debtor.)

SECOND APPLICATION FOR INTERIM COMPENSATION FOR
SERVICES RENDERED BY ATTORNEY FOR TRUSTEE

The application of Holmes P. Harden, attorney for Trustee in the above-captioned case, respectfully represents:

1. That on the 22nd day of January, 1999 your applicant was approved as attorney for Trustee in the above-referenced case, #98-02675-5-ATS, and has since performed certain services on behalf of the Trustee. The Court entered an Order Allowing Attorney for Trustee's First Interim Fees on November 1, 1999 for services rendered and time expended incurred for the period November 30, 1998 through September 22, 1999 and expenses incurred for the period January 27, 1999 through August 31, 1999. Applicant's Second Interim Application for compensation are for services rendered from September 23, 1999 through September 12, 2000 and are itemized on Exhibit A attached hereto and incorporated herein by reference.

2. Attorney time is billed at a rate of \$145.00 per hour. Paralegal time is billed at \$65.00 per hour. The total amount of interim compensation being sought is \$21,975.25.

Attorney	Rate	Hours	Amount
H. P. Harden	\$145.00	114.60	16,617.00
James C. Dever	145.00	5.00	725.00
John I. Mabe, Jr.	145.00	.35	50.75

264887

Paralegals			
Jenny D. Johnson	65.00	29.20	1,898.00
Catherine Lambe	65.00	.60	39.00
Julianna P. Lowe	65.00	40.70	2,645.50
Totals		190.45	\$21,975.25

Applicant believes that the compensation requested is fair and reasonable. In addition to interim compensation, the applicant also requests reimbursement for reasonable and necessary expenses incurred in the amount of \$24.50.

3. Reimbursement for travel expenses is requested at the rate of .325 per mile. Reimbursement for photocopy expenses is requested only for photocopies disseminated at the direction of the Court or Clerk of Court or pursuant to Local Rules, at .20 per page. Reimbursement for postal expenses is requested only for the costs of mailings directed by the Court, the Clerk, or pursuant to Local Rules.

4. No agreement or understanding exists between the applicant and any other person for the sharing of compensation to be received for services rendered in or in connection with this case, other than with the professional association by which the undersigned is employed.

Holmes P. Harden is the firm's senior creditor's rights and bankruptcy attorney and coordinator of its creditors' rights and bankruptcy practice group. He is certified in bankruptcy law by the North Carolina State Bar Board of Legal Specialization and in business bankruptcy law by the American Bankruptcy Board of Certification. He has over 17 years of business law experience. He is a Chapter 7 Bankruptcy Trustee for the Eastern District of North Carolina. His normal hourly billing rate is \$210.00.

Mr. Harden received his undergraduate degree at Davidson College and his law degree at the University of North Carolina. He served as law clerk to the Honorable Naomi Morris, Chief

264887

Judge of the North Carolina Court of Appeals, from 1981 to 1982. He is a member of several professional organizations, including the North Carolina Bar Association, National Association of Bankruptcy Trustees, Council of Certified Bankruptcy Specialists, The Commercial Law League, and the American Bankruptcy Institute.

Jenny D. Johnson, Bankruptcy Paralegal, Johnston Community College, 1977, Associate Accounting; Atlantic Christian College, 1980, B.S.B.A.; Meredith College, (bankruptcy law course under legal assistant program); 8 years banking experience; 11 years experience in bankruptcy; 1 year probate experience; 95% of billable time is devoted to bankruptcy; Normal hourly billing rate is \$75.00 per hour.

James C. Dever, III practices Wage and Hour Law, Employment Law & Litigation at Maupin Taylor & Ellis, P.A. He is a graduate of the University of Notre Dame (B.B.A., high honors, 1984). Mr. Dever graduated from Duke University School of Law (J.D. with high honors, 1987) (Editor-in-Chief of the Duke Law Journal, Order of the Coif) Prior to joining the firm, Jim Dever served as law clerk to Judge J. Clifford Wallace, U.S. Court of Appeals for the Ninth Circuit. He also served as an attorney with the Office of the Air Force General Counsel at the Pentagon. He is a member of the North Carolina and District of Columbia Bars. His normal hourly billing rate is \$220.00.

John I Mabe, Jr. practices Construction, Commercial and Real Estate Litigation at Maupin Taylor & Ellis, P.A. He is a graduate of the University of North Carolina (B.A., 1977, Morehead Scholar; J.D., 1980). John Mabe is currently chairman of the construction law section of the North Carolina Bar Association and a member of the Construction Industry Forum of the American Bar Association. He served as chairman of the editorial committee for the

264887

Construction Law Deskbook of the NC Bar Foundation. He is admitted to practice in all courts in North Carolina. His normal hourly billing rate is \$200.00.

Julianna Lowe is a law student at Wake Forest University and clerked for Maupin Taylor & Ellis, P. A. in the summer of 2000. Normal hourly billing rate is \$75.00.

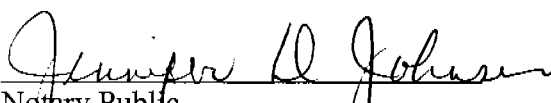
Catherine V. Lambe is a graduate of William Smith College, B.A. 1972; Simmons College, M.S.L.S., 1977. Reference Librarian, Bentley College, 1978-1979; Head of Reader Services, Bentley College, 1979-1982. Librarian, Maupin Taylor & Ellis, P.A. 1983-present. Responsibilities at Maupin Taylor include: supervising library operations and budget, conducting research on Lexis, Westlaw, the Internet as well as using traditional resources and contacting individuals and organizations around the country as necessary. Her normal hourly billing rate is \$75.00.

WHEREFORE, your applicant prays that he be allowed and paid from the estate the above requested second interim compensation of \$21,975.25 and reimbursement of expenses in the amount of \$24.50.


Attorney for Trustee

Sworn to and subscribed before me this the 21st day of September, 2000.

JENNIFER D. JOHNSON
NOTARY PUBLIC
JOHNSTON COUNTY, N.C.
My Commission Expires 1-18-2005



Notary Public

My Commission Expires:

1-18-2005

CERTIFICATE OF SERVICE

I, Holmes P. Harden, attorney for Trustee, do hereby certify that the Second Interim Application for Services of Attorney for Trustee's Fees hereto attached was served upon the party listed below by mailing a copy thereof to him at the address indicated below with the proper postage attached and deposited in an official depository under the exclusive care and custody of the United States Post Office in Raleigh, North Carolina, on the 21st day of September, 2000.


Holmes P. Harden
Attorney for Trustee
N. C. State Bar No. 9835
Post Office Drawer 19764
Raleigh, North Carolina 27619
Telephone: (919) 981-4000

SERVED:

Marjorie K. Lynch
Bankruptcy Administrator
Post Office Box 3039
Raleigh, North Carolina

DATE: 09/20/00 15:29:59 PRO FORMA STATEMENT AS OF 091200 FOR FILE (BANK7A-HFN) BANK7A-HFN #45759(44746) Page 1 (1)

-----MATTER DESCRIPTION-----
INTERNATIONAL HERITAGE, INC.
ATTORNEY FOR TRUSTEE

-----CLIENT INFORMATION-----
U.S. BANKRUPTCY COURT - EDNC

-----BILLING INSTRUCTIONS-----
--CLIENT NUMBER-- --ORIGINATING-- --BILLING-- --SUPERVISING--
BANK7A 0117 HPH 0117 HPH 0117 HPH
H HARDEN H HARDEN H HARDEN

-----MATTER ADDRESS-----
UNITED STATES BANKRUPTCY COURT
EASTERN DISTRICT OF NORTH CAROLINA
CENTURY STATION P.O. BLDG.
300 FAYETTEVILLE STREET MALL, ROOM 209
P.O. BOX 1441
RALEIGH, NC 27602

-----MATTER INFORMATION-----
PHONE:
CONTACT:

-----MATTER INFORMATION-----
PHONE:
CONTACT:

STATUS: OP RATE: 1
DATE OPENED: 01/25/1999 DEPT: 100
DATE CLOSED: LOCATION: 100
LAST RATE: 02/01/1999 PRACTICE: 120
HOLD FEES: FEE FREQ: R
HOLD COSTS: COST FREQ: R
TRUST RET ACCT: TRUST RETAIN:

TEMPLATE: M1 MIN FEE:
TIME FORMAT: 34 MIN COST:
COST FORMAT: 3 MIN TOTAL:
INTRST CODE: 0 FEE MARKUP: %
INT FREE DAY: COST MARKUP: %
FIXED FEES: CURRENCY: USD
ARRANGEMENT: HR MAXIMUM BILLINGS:

Business

Last Bill Date: 10/31/1999

-----TIME ENTRIES-----

INDEX	INIT	DATE	STAT	WORKED		BILLED		CUMULATIVE DESCRIPTION
				HOURS	AMOUNT	HOURS	AMOUNT	
914642	0534	092399	B	4.00	260.00	4.00	260.00	260.00 WORK ON FEE APPLICATIONS.
911956	0117	092799	B	.50	72.50	.50	72.50	332.50 REVIEWED RESPONSE OF TIG TO REPORT FOR REINSTATEMENT OF EPL COVERAGE; DICTATED FAX TO LEWIS AND ROBERTS RE TIG COMPLAINT.
911990	0117	092799	B	.30	43.50	.30	43.50	376.00 WORKED ON NOTICING OUT FEE APPLICATIONS.
912008	0117	092799	B	.30	43.50	.30	43.50	419.50 WORKED ON NOTICING FEE APPLICATIONS.
912010	0117	092799	B	.30	43.50	.30	43.50	463.00 WORKED ON INTERIM FEE APPLICATION.
912015	0117	092799	B	.30	43.50	.30	43.50	506.50 FINALIZE FEE APPLICATIONS.
912018	0117	092799	B	.30	43.50	.30	43.50	550.00 FINALIZE NOTICE OF ALL FEE APPLICATIONS.

DATE: 09/20/00 15:29:59 PRO FORMA STATEMENT AS OF 091200 FOR FILE (BANK7A-HFN) BANK7A-HFN #45759(44746) Page 2 (2)

912032 0117 (HPH)	092799 B	.30	43.50	.30	43.50	593.50	WORKED ON TWO VOICE MAIL NOTICES OF FEE REQUESTS.
912331 0117 (HPH)	092999 B	.20	29.00	.20	29.00	622.50	TELEPHONE CALL FROM MR. JIM ROBERTS RE RELEASES FROM SMITH, SAVAGE, TIG SUIT.
912428 0117 (HPH)	093099 B	.20	29.00	.20	29.00	651.50	TELEPHONE CALL FROM MR. JIM JOHNSON RE ERSIC SETTLEMENT.
915210 0117 (HPH)	100199 B	.30	43.50	.30	43.50	695.00	INTRA-OFFICE CONFERENCE MR. MAHE RE 20/20 INTELLECTUAL PROPERTY ISSUE.
915303 0117 (HPH)	100499 B	.30	43.50	.30	43.50	738.50	TELEPHONE CALL FROM MR. BRENT WOOD RE MONTANA LITIGATION.
915305 0117 (HPH)	100499 B	.20	29.00	.20	29.00	767.50	TELEPHONE CALL FROM MR. JIM ROBERTS RE ACSTAR DISCOVERY.
915311 0117 (HPH)	100599 B	.20	29.00	.20	29.00	796.50	TELEPHONE CALLS FROM MR. JIM ROBERTS RE DISCOVERY REQUESTS FROM ACSTAR.
915312 0117 (HPH)	100599 B	.30	43.50	.30	43.50	840.00	TELEPHONE CALL TO MR. JIM ROBERTS RE WHETHER TO DEFEND IN MONTANA -- OK NOT TO DEFEND, NO PREJUDICE TO TIG CLAIM ACCORDING TO ROBERTS; TELEPHONE CALL TO MR. BRENT WOOD RE MONTANA SCHEDULING ORDER; TELEPHONE CALL FROM MR. BRENT WOOD RE SAME.
924391 0534 (JDU)	100599 B	2.00	130.00	2.00	130.00	970.00	WORK ON FEE APPLICATIONS AND ORDERS; WORK ON NOTICE; CONFERENCE WITH MR. HARDEN RE SAME.
915332 0117 (HPH)	100699 B	.30	43.50	.30	43.50	1013.50	REVIEWED ACSTAR'S AMENDED CLAIM; WORKED ON OBJECTION TO CLAIM.
915369 0117 (HPH)	100799 B	.30	43.50	.30	43.50	1057.00	INTRA-OFFICE CONFERENCES WITH MS. JOHNSON RE B.A. RESPONSE TO FEE APPLICATION.
916402 0117 (HPH)	101399 B	.50	72.50	.50	72.50	1129.50	SCHEDULING CONFERENCE WITH MONTANA AUDITORS OFFICE AND ATTORNEYS RE HEARING IN MONTANA WITH SECURITIES COMMISSIONER.
917381 0117 (HPH)	101499 B	.30	43.50	.30	43.50	1173.00	CORRESPONDENCE FROM MR. PAUL FANNING; WORKED ON ARGUMENT AGAINST ACSTAR.
918828 0117 (HPH)	101499 B	.30	43.50	.30	43.50	1216.50	REVIEWED UCC SEARCH.
918866 0117 (HPH)	101599 B	.20	29.00	.20	29.00	1245.50	TELEPHONE CALL FROM MR. JIM JOHNSON, TELEPHONE CALL TO MR. JIM JOHNSON, BOTH RE ACSTAR DISPUTE.
918880 0117 (HPH)	101899 B	.50	72.50	.50	72.50	1318.00	TELEPHONE CALL FROM MR. JIM ROBERTS RE RESPONSE IN ACSTAR DISPUTE.
918899 0117 (HPH)	101899 B	.30	43.50	.30	43.50	1361.50	TELEPHONE CALLS FROM MR. JIM JOHNSON RE DRAFTING OBJECTION TO ACSTAR CLAIM.
918900 0117 (HPH)	101899 B	.50	72.50	.50	72.50	1434.00	LEGAL RESEARCH RE SECTION 552.
920770 0117 (HPH)	102099 B	.50	72.50	.50	72.50	1506.50	REVIEWED ORDER RE SETTLEMENT WITH SEC RE ISSUE OF LIABILITY TO REPRESENTATIVES FOR FRAUD, DUTY OF REPRESENTATIVES TO PAY CURRENT OR BE SUBJECT TO DISALLOWANCE OF CLAIMS.
920962 0117 (HPH)	102599 B	2.00	290.00	2.00	290.00	1796.50	REVISED OBJECTION TO ACSTAR CLAIM.
923369 0117 (HPH)	102699 B	.50	72.50	.50	72.50	1869.00	TELEPHONE CALL FROM MS. STEPHANI HUMRICKHOUSE, TELEPHONE CALL TO MS. STEPHANI HUMRICKHOUSE, BOTH RE OBJECTION TO CLAIM OF ACSTAR.
923388 0117 (HPH)	102699 B	.50	72.50	.50	72.50	1941.50	REVIEWED FILE AND PREPARE FOR HEARING ON FEE APPLICATIONS.

DATE: 09/20/00 15:29:59 PRO FORMA STATEMENT AS OF 091200 FOR FILE (BANK7A-HFN) BANK7A-HFN #45759(44746) Page 3 (3)

923249 0117 (HPH)	102799 B	.30	43.50	.30	43.50	1985.00 REVIEWED WAIVER AND ASSIGNMENT OF MR. VAN ETEN.
923321 0117 (HPH)	102799 B	1.00	145.00	1.00	145.00	2130.00 WORKED ON OBJECTION TO ACSTAR CLAIM.
923328 0117 (HPH)	102899 B	.30	43.50	.30	43.50	2173.50 TELEPHONE CALL FROM MR. JIM JOHNSON RE OBJECTION TO ACSTAR CLAIM.
926326 0117 (HPH)	110199 B	.50	72.50	.50	72.50	2246.00 PREPARE FOR HEARING ON FIRST INTERIM FEE APPLICATION.
926375 0117 (HPH)	110199 B	.30	43.50	.30	43.50	2289.50 HEARING ON FEE APPLICATIONS.
926381 0117 (HPH)	110199 B	2.00	290.00	2.00	290.00	2579.50 WORKED ON OBJECTION TO CLAIM OF ACSTAR.
926387 0117 (HPH)	110199 B	.30	43.50	.30	43.50	2623.00 CONFERENCE CALL MR. JIM ROBERTS AND MR. JIM JOHNSON RE ACSTAR.
926269 0117 (HPH)	110299 B	.30	43.50	.30	43.50	2666.50 WORKED ON OBJECTION TO ACSTAR CLAIM.
926313 0117 (HPH)	110299 B	.30	43.50	.30	43.50	2710.00 TELEPHONE CALLS FROM MR. JIM JOHNSON AND MR. JIM ROBERTS RE ACSTAR OBJECTION TO CLAIM.
926319 0117 (HPH)	110299 B	.50	72.50	.50	72.50	2782.50 COMPLETE CERTIFICATION OF JUDGMENT FOR NORTHERN DISTRICT GEORGIA; LETTER TO CLERK; REVISED SAME, BOTH RE JUDGE STORY'S ORDER IN DISTRICT COURT.
927628 0117 (HPH)	110899 B	.20	29.00	.20	29.00	2811.50 TELEPHONE CALL FROM MR. JIM JOHNSON RE CONDUCT OF HEARING ON ACSTAR OBJECTION TO CLAIM.
927632 0117 (HPH)	110899 B	.30	43.50	.30	43.50	2855.00 TELEPHONE CALL FROM ANN RE DISMISSAL OF BRENT WOOD'S ADVERSARY PROCEEDING; REVIEWED PROPOSED DISMISSALS.
927636 0117 (HPH)	110899 B	.50	72.50	.50	72.50	2927.50 TELEPHONE CALL TO MR. JIM ROBERTS RE CONDUCT OF HEARING ON OBJECTION TO CLAIM OF ACSTAR.
928853 0117 (HPH)	111599 B	.30	43.50	.30	43.50	2971.00 REVIEWED UCC SEARCH MATERIALS AND UCC-1'S.
929896 0117 (HPH)	111799 B	.30	43.50	.30	43.50	3014.50 REVIEWED SEC PLEADINGS RECEIVED.
934804 0117 (HPH)	111899 B	.20	29.00	.20	29.00	3043.50 TELEPHONE CALL FROM MR. JIM JOHNSON RE CONDUCT OF HEARING ON ACSTAR CLAIM AND LEGAL ARGUMENTS.
931726 0534 (JDG)	111899 B	1.00	65.00	1.00	65.00	3108.50 WORK ON FEE APPLICATION.
934844 0117 (HPH)	112299 B	.30	43.50	.30	43.50	3152.00 WORKED ON CERTIFICATION OF SEC JUDGMENT FROM GEORGIA.
934866 0117 (HPH)	112299 B	.30	43.50	.30	43.50	3195.50 TELEPHONE CALL TO MR. DAVID DANIEL, TELEPHONE CALL FROM MR. DAVID DANIEL, BOTH RE CERTIFICATION OF GEORGIA ORDER.
934867 0117 (HPH)	112299 B	.50	72.50	.50	72.50	3268.00 REVIEWED MOTION FOR APPROVAL OF COMPENSATION AND REIMBURSEMENT TO MONITOR, MOTION TO APPROVE COMPENSATION OF COUNSEL TO THE MONITOR, PROPOSED ORDERS.
935084 0117 (HPH)	112999 B	1.00	145.00	1.00	145.00	3413.00 REVIEWED RESPONSE TO TRUSTEE'S VERIFIED OBJECTION TO CLAIM.
936332 0117 (HPH)	120199 B	2.30	333.50	2.30	333.50	3746.50 PREPARE FOR HEARING ON OBJECTION TO ACSTAR CLAIM.
936339 0117 (HPH)	120199 B	1.00	145.00	1.00	145.00	3891.50 PREPARE FOR HEARING ON OBJECTION TO ACSTAR CLAIM.
936340 0117 (HPH)	120299 B	3.00	435.00	3.00	435.00	4326.50 PREPARE FOR HEARING ON OBJECTION TO CLAIM; MEET WITH COUNSEL; ATTEND HEARING.

DATE: 09/20/00 15:29:59 PRO FORMA STATEMENT AS OF 091200 FOR FILE (BANK7A-HFN) BANK7A-HFN #45759(44746) Page 4 (4)

936525 0117 (HPH)	120399 B	.30	43.50	.30	43.50	4370.00 REVIEWED CONSENT JUDGMENTS AVOIDING SECURITY INTERESTS OF VAN ETTEN AND RELATED ENTITIES.
936528 0117 (HPH)	120399 B	.30	43.50	.30	43.50	4413.50 WORKED ON INTERIM FEE APPLICATION FOR LEWIS AND ROBERTS.
939256 0534 (JDJ)	120399 B	1.00	65.00	1.00	65.00	4478.50 WORK ON FEE APPLICATION FOR LEWIS AND ROBERTS.
939265 0534 (JDJ)	120399 B	2.00	130.00	2.00	130.00	4608.50 WORK ON FEE APPLICATION FOR LEWIS AND ROBERTS.
936585 0117 (HPH)	120699 B	.20	29.00	.20	29.00	4637.50 TELEPHONE CALL FROM MR. JIM JOHNSON RE ACSTAR SECURITY INTEREST.
936670 0117 (HPH)	120699 B	.20	29.00	.20	29.00	4666.50 TELEPHONE CALL FROM MS. BRENDA ELIAS RE SETTLEMENT AGREEMENT WITH STATE OF MONTANA.
939267 0534 (JDJ)	120699 B	3.50	227.50	3.50	227.50	4894.00 MEETING WITH JEAN BOYLES RE REPRESENTATIVE BALANCE REPORT AND LETTERS TO SAME.
936969 0117 (HPH)	120799 B	.30	43.50	.30	43.50	4937.50 WORKED ON INTERIM FEE APPLICATION FOR LEWIS AND ROBERTS.
938456 0215 (JIM)	120799 B	.25	36.25	.25	36.25	4973.75 TELEPHONE CONFERENCE WITH MR. KURT HUSSEY.
938296 0117 (HPH)	120899 B	.50	72.50	.50	72.50	5046.25 REVIEWED COMPLAINT BY THE STATE OF TEXAS AGAINST VAN ETTEN AND CORRESPONDENCE FROM MR. BRENT WOOD RE SAME.
938812 0117 (HPH)	121499 B	.30	43.50	.30	43.50	5089.75 CORRESPONDENCE FROM MONTANA AUDITOR RE UNAUTHORIZED USE OF TRADEMARK.
941486 0534 (JDJ)	121499 B	2.00	130.00	2.00	130.00	5219.75 WORK ON FEE APPLICATION.
940216 0117 (HPH)	121699 B	.20	29.00	.20	29.00	5248.75 TELEPHONE CALL TO MR. BRENT WOOD RE IHI TRADEMARK INFRINGEMENT.
940806 0117 (HPH)	122099 B	.30	43.50	.30	43.50	5292.25 LETTER TO MONTANA AUDITOR RE LOGO AND DATABASE.
945383 0117 (HPH)	122999 B	1.00	145.00	1.00	145.00	5437.25 REVIEWED PROPOSED SETTLEMENT AGREEMENT, STIPULATION OF FACTS AND CONSENT ORDER IN MONTANA LITIGATION.
945751 0215 (JIM)	123199 B	.10	14.50	.10	14.50	5451.75 ATTEND TO CORRESPONDENCE.
948107 0117 (HPH)	010300 B	.30	43.50	.30	43.50	5495.25 LETTER FROM 20/21 ATTORNEY CURTIS HUSSEY RE SOURCE CODES, CHAIN OF CUSTODY.
948138 0117 (HPH)	010400 B	.80	116.00	.80	116.00	5611.25 REVIEWED ACSTAR OPINION; TELEPHONE CALL FROM MR. JIM ROBERTS RE SAME.
948150 0117 (HPH)	010400 B	.30	43.50	.30	43.50	5654.75 LETTER TO MR. HICKS AND MS. SHERRILL RE ACSTAR OBJECTION ORDER.
948347 0117 (HPH)	010700 B	.20	29.00	.20	29.00	5683.75 TELEPHONE CALL TO MR. JIM JOHNSON RE MONTANA LITIGATION SETTLEMENT.
948487 0117 (HPH)	011000 B	.20	29.00	.20	29.00	5712.75 TELEPHONE CALL FROM MR. JIM JOHNSON RE SETTLEMENT OF MONTANA LITIGATION AND TIG PROBLEMS RE FINDING OF LIABILITY.
949537 0117 (HPH)	011700 B	.50	72.50	.50	72.50	5785.25 REVIEWED CORRESPONDENCE AND PLEADINGS FROM MR. BRENT WOOD RE MONTANA LITIGATION.
949538 0117 (HPH)	011700 B	.30	43.50	.30	43.50	5828.75 REVISED LETTER TO MR. BRENT WOOD RE TRADEMARK AND LOGO.
953508 0117 (HPH)	012000 B	.20	29.00	.20	29.00	5857.75 REVIEWED CORRESPONDENCE RE MONTANA LITIGATION.
953672 0117 (HPH)	012700 B	.30	43.50	.30	43.50	5901.25 TELEPHONE CALL FROM MR. JOE CALLAWAY; TELEPHONE CALL TO MR. CALLAWAY.
953678 0117 (HPH)	012800 B	.30	43.50	.30	43.50	5944.75 REVIEWED WOOD'S REVISIONS TO CONSENT JUDGMENTS,

DATE: 09/20/00 15:29:59 PRO FORMA STATEMENT AS OF 091200 FOR FILE (BANK7A-HFN) BANK7A-HFN #45759(44746) Page 5 (5)

(HPH)	953926	0117	012800	B	.30	43.50	.30	43.50	5988.25	CORRESPONDENCE FROM MS. HUMRICKHOUSE RE SAME.
(HPH)	955262	0117	020100	B	.30	43.50	.30	43.50	6031.75	LETTER TO BRENT WOOD RE VAN ETEN SETTLEMENT AGREEMENT.
(HPH)	955342	0117	020300	B	.30	43.50	.30	43.50	6075.25	REVIEWED AND EXECUTED MAYFLOWER CONSENT JUDGMENTS.
(HPH)	955473	0117	020700	B	.20	29.00	.20	29.00	6104.25	REVIEWED MOTIONS OF ABANDONMENT OF FORM TRADEMARK APPLICATIONS.
(HPH)	959818	0117	021500	B	.30	43.50	.30	43.50	6147.75	TELEPHONE CALL FROM MS. TERRI GARDNER RE TEXAS TAX CLAIM.
(HPH)	960557	0534	021500	B	1.00	65.00	1.00	65.00	6212.75	TELEPHONE CALL FROM MR. JIM JOHNSON RE LEWIS AND ROBERTS FEE APPLICATION; REVISED SAME.
(JDJ)	963281	0117	021800	B	.30	43.50	.30	43.50	6256.25	WORK ON FEE APPLICATION FOR LEWIS AND ROBERTS.
(HPH)	964341	0117	030100	B	.50	72.50	.50	72.50	6328.75	TELEPHONE CALL FROM MR. SCOTT WILKINSON RE WAIVER OF ATTORNEY-CLIENT PRIVILEGE.
(HPH)	964352	0117	030100	B	.80	116.00	.80	116.00	6444.75	MEET WITH MS. JOAN FLEMING RE WAIVER OF ATTORNEY-CLIENT PRIVILEGE.
(HPH)	964372	0117	030200	B	.50	72.50	.50	72.50	6517.25	ATTORNEY-CLIENT PRIVILEGE.
(HPH)	964378	0117	030300	B	1.00	145.00	1.00	145.00	6662.25	INTRA-OFFICE CONFERENCE MR. WILLIAMSON RE WAIVER OF ATTORNEY-CLIENT PRIVILEGE;
(HPH)	964383	0117	030300	B	.80	116.00	.80	116.00	6778.25	INTRA-OFFICE CONFERENCE MR. DEVER RE WAIVER OF ATTORNEY-CLIENT PRIVILEGE.
(HPH)	964386	0117	030300	B	1.00	145.00	1.00	145.00	6923.25	LEGAL RESEARCH RE WAIVER OF IMMUNITY BY TRUSTEE.
(HPH)	964181	0172	030300	B	1.50	217.50	1.50	217.50	7140.75	LEGAL RESEARCH RE WAIVER OF IMMUNITY BY TRUSTEE.
(JCD)	964395	0117	030600	B	1.00	145.00	1.00	145.00	7285.75	INTRA-OFFICE CONFERENCE MR. DEVER RE WAIVER OF ATTORNEY-CLIENT PRIVILEGE.
(HPH)	965711	0117	030900	B	.30	43.50	.30	43.50	7329.25	INTRA-OFFICE CONFERENCE MR. DEVER RE WAIVER OF ATTORNEY-CLIENT PRIVILEGE.
(HPH)	965722	0117	030900	B	.30	43.50	.30	43.50	7372.75	INTRA-OFFICE CONFERENCE WITH MR. DEVER RE WAIVER REQUEST AND LAW OF SAME.
(HPH)	965739	0117	031000	B	.50	72.50	.50	72.50	7445.25	LEGAL RESEARCH RE ATTORNEY CLIENT WAIVER REQUEST BY U.S. ATTORNEY.
(HPH)	966581	0117	031300	B	.20	29.00	.20	29.00	7474.25	TELEPHONE CALL TO MS. MARGIE LYNCH RE WAIVER OF ATTORNEY CLIENT PRIVILEGE.
(HPH)	967516	0117	031400	B	.20	29.00	.20	29.00	7503.25	TELEPHONE CALL FROM MS. MARGIE LYNCH, TELEPHONE CALL TO MS. MARGIE LYNCH, BOTH RE WAIVER OF PRIVILEGE.
(HPH)	967596	0117	031500	B	.30	43.50	.30	43.50	7546.75	TELEPHONE CALL FROM MR. SCOTT WILKINSON RE WAIVER OF ATTORNEY CLIENT PRIVILEGE; TELEPHONE CALL TO MR. WILKINSON RE SAME.

DATE: 09/20/00 15:29:59 PRO FORMA STATEMENT AS OF 091200 FOR FILE (BANK7A-HFN) BANK7A-HFN #45759(44746) Page 6 (6)

967526 0117 (HPH)	031600 B	.20	29.00	.20	29.00	.20	7575.75	TELEPHONE CALL FROM MR. JOE CHESIRE RE PRIVILEGE WAIVER; TELEPHONE CALL TO CHESIRE'S ASSOCIATE RE SAME.
967754 0117 (HPH)	031700 B	.30	43.50	.30	43.50	.30	7619.25	LETTER FROM MR. SCOTT WILKINSON RE ATTORNEY-CLIENT WAIVER.
967767 0117 (HPH)	031700 B	.20	29.00	.20	29.00	.20	7648.25	TELEPHONE CALL FROM MS. MARGIE LYNCH; TELEPHONE CALL TO MS. MARGIE LYNCH.
970341 0117 (HPH)	032200 B	.20	29.00	.20	29.00	.20	7677.25	TELEPHONE CALL TO MR. KEAT WILES, COUNSEL FOR GEORGINA MOLLIK, RE WAIVER OF ATTORNEY CLIENT PRIVILEGE, D&O COVERAGE, MOLLIK'S EMPLOYMENT CONTRACT.
971898 0117 (HPH)	032300 B	.50	72.50	.50	72.50	.50	7749.75	WORKED ON MOTION TO APPROVE WAIVER OF ATTORNEY CLIENT PRIVILEGE.
971899 0117 (HPH)	032300 B	.30	43.50	.30	43.50	.30	7793.25	NEGOTIATE WITH MR. SCOTT WILKINSON RE WAIVER.
971909 0117 (HPH)	032300 B	.30	43.50	.30	43.50	.30	7836.75	REVISED MOTION TO APPROVE COMPROMISE AND SETTLEMENT WITH U.S. ATTORNEY.
973225 0117 (HPH)	032700 B	.50	72.50	.50	72.50	.50	7909.25	REVISED MOTION TO APPROVAL OF COMPROMISE AND SETTLEMENT.
973262 0117 (HPH)	032700 B	.30	43.50	.30	43.50	.30	7952.75	WORKED ON PROPOSED ORDER RE SETTLEMENT WITH U.S. ATTORNEY.
973273 0117 (HPH)	032700 B	.50	72.50	.50	72.50	.50	8025.25	WORKED ON NOTICING OUT PROPOSED SETTLEMENT WITH U.S. ATTORNEY (WEB, PHONE, 888#)
972533 0534 (JDJ)	032700 B	1.20	78.00	1.20	78.00	1.20	8103.25	WORK ON IHI MOTION AND NOTICE FOR APPROVAL OF COMPROMISE AND SETTLEMENT.
972516 0534 (JDJ)	032800 B	3.00	195.00	3.00	195.00	3.00	8298.25	FILE AND SERVE NOTICE AND MOTION FOR APPROVAL OF COMPROMISE AND SETTLEMENT.
972517 0534 (JDJ)	032800 B	1.00	65.00	1.00	65.00	1.00	8363.25	WORK ON ORDER ALLOWING COMPROMISE AND SETTLEMENT.
973290 0117 (HPH)	032900 B	.50	72.50	.50	72.50	.50	8435.75	TELEPHONE CALL FROM ATTORNEY JOHN WILLIFORD, TELEPHONE CALL TO MR. JOHN WILLIFORD, RE SUBROGATION CLAIMS OF CENTURA.
973291 0117 (HPH)	032900 B	.20	29.00	.20	29.00	.20	8464.75	TELEPHONE CALL FROM ATTORNEY BRENDA ELIAS AT MONTANA SECURITIES DEPARTMENT, BOTH RE MONTANA AUDITORS ACTION IN MONTANA.
973292 0117 (HPH)	032900 B	.20	29.00	.20	29.00	.20	8493.75	TELEPHONE CALL TO MR. JIM JOHNSON RE MONTANA LITIGATION.
973293 0117 (HPH)	032900 B	.50	72.50	.50	72.50	.50	8566.25	TELEPHONE CALL FROM MS. JOAN FLEMING RE STATUS OF CASE, CLAIMS REVIEW, ETC.
973682 0117 (HPH)	033100 B	.20	29.00	.20	29.00	.20	8595.25	TELEPHONE CALL FROM MR. JIM ROBERTS RE WAIVER OF ATTORNEY CLIENT PRIVILEGE.
973700 0117 (HPH)	033100 B	.30	43.50	.30	43.50	.30	8638.75	TELEPHONE CALLS TO MR. JIM JOHNSON AND MR. JIM ROBERTS RE MONTANA LITIGATION.
973701 0117 (HPH)	033100 B	.80	116.00	.80	116.00	.80	8754.75	TELEPHONE CALL FROM MR. JIM ROBERTS RE WAIVER OF ATTORNEY CLIENT PRIVILEGE; TELEPHONE CALL TO MR. SCOTT WILKINSON.
975862 0117 (HPH)	040300 B	.30	43.50	.30	43.50	.30	8798.25	INTRA-OFFICE CONFERENCE MR. DEVER RE ATTORNEY CLIENT PRIVILEGE WAIVER.
975864 0117 (HPH)	040300 B	.20	29.00	.20	29.00	.20	8827.25	TELEPHONE CALL TO MR. JIM ROBERTS RE WAIVER ISSUE.
975886 0117 (HPH)	040300 B	.20	29.00	.20	29.00	.20	8856.25	TELEPHONE CALL FROM MR. JIM ROBERTS RE TIG 12(B) MOTION.
975888 0117 (HPH)	040300 B	.20	29.00	.20	29.00	.20	8885.25	TELEPHONE CALL TO MS. BRENDA ELIAS AT MONTANA AUDITOR'S OFFICE RE MONTANA TRIAL FOR

DATE: 09/20/00 15:29:59 PRO FORMA STATEMENT AS OF 091200 FOR FILE (BANK7A-HFN) BANK7A-HFN #45759(44746) Page 7 (7)

975883 0117 (HPH)	040400 B	1.00	145.00	1.00	145.00	9030.25	LEGAL RESEARCH RE LIMITED WAIVER OF ATTORNEY CLIENT PRIVILEGE.
975897 0117 (HPH)	040400 B	1.00	145.00	1.00	145.00	9175.25	LEGAL RESEARCH RE IMPLIED VERSUS EXPRESS WAIVER.
975899 0117 (HPH)	040400 B	.20	29.00	.20	29.00	9204.25	TELEPHONE CALL FROM MR. JOHN WILLIFORD RE CENTURA SUBROGATION.
975900 0117 (HPH)	040400 B	.30	43.50	.30	43.50	9247.75	LEGAL RESEARCH RE IMPLIED VERSUS EXPRESS WAIVER.
982883 0428 (CVL)	040400 B	.30	19.50	.30	19.50	9267.25	LEGAL RESEARCH FOR MR. DEVER - OBTAINED A COPY OF MARTIN MARIETTA CASE RE ATTORNEY-CLIENT PRIVILEGE.
975924 0117 (HPH)	040500 B	.20	29.00	.20	29.00	9296.25	TELEPHONE CALL FROM MS. MARGIE LYNCH RE WAIVER OF PRIVILEGE.
975966 0117 (HPH)	040500 B	.20	29.00	.20	29.00	9325.25	TELEPHONE CALL FROM MS. BRENDA ELIAS RE SETTLEMENT OF MONTANA LITIGATION AND DRAFT AGREEMENT.
976677 0117 (HPH)	040500 B	1.00	145.00	1.00	145.00	9470.25	LEGAL RESEARCH RE ATTORNEY CLIENT PRIVILEGE.
976761 0117 (HPH)	041000 B	.30	43.50	.30	43.50	9513.75	REVIEWED OBJECTIONS OF MR. VAN ETTEN AND MR. SAVAGE TO COMPROMISE RE WAIVER OF PRIVILEGE.
976841 0117 (HPH)	041100 B	.30	43.50	.30	43.50	9557.25	REVIEWED OBJECTIONS TO ATTORNEY-CLIENT WAIVER; TELEPHONE CALL TO MR. JIM ROBERTS RE SAME.
979586 0117 (HPH)	041300 B	.50	72.50	.50	72.50	9629.75	PREPARE FOR HEARING ON ATTORNEY CLIENT PRIVILEGE WAIVER.
979598 0117 (HPH)	041300 B	1.30	188.50	1.30	188.50	9818.25	PREPARE FOR HEARING ON WAIVER OF PRIVILEGES.
980209 0117 (HPH)	041800 B	1.00	145.00	1.00	145.00	9963.25	PREPARE FOR HEARING ON WAIVER OF ATTORNEY-CLIENT PRIVILEGE.
980441 0117 (HPH)	041900 B	.50	72.50	.50	72.50	10035.75	TELEPHONE CALL TO MR. JIM JOHNSON RE DEVELOPMENT OF LEGAL ARGUMENT IN FAVOR OF WAIVER OF PRIVILEGE.
981882 0117 (HPH)	042600 B	.50	72.50	.50	72.50	10108.25	REVIEWED PROPOSED SETTLEMENT AGREEMENT, STIPULATION OF FACTS, AND CONSENT ORDER FROM MONTANA SECURITIES COMMISSIONER; REVISED SAME.
981899 0117 (HPH)	042600 B	.50	72.50	.50	72.50	10180.75	REVISED SETTLEMENT AGREEMENT AND CONSENT ORDER.
981901 0117 (HPH)	042600 B	.20	29.00	.20	29.00	10209.75	TELEPHONE CALL TO MONTANA ATTORNEY FOR STATE AUDITOR RE AMENDED CEASE AND DESIST ORDER AND SETTLEMENT OF SAME.
982292 0117 (HPH)	042700 B	.30	43.50	.30	43.50	10253.25	REVISED SETTLEMENT AGREEMENT AND CONSENT ORDER.
982294 0117 (HPH)	042700 B	.30	43.50	.30	43.50	10296.75	LETTER TO MS. BRENDA ELIAS RE REVISED SETTLEMENT AGREEMENT AND CONSENT ORDER.
982297 0117 (HPH)	042700 B	.30	43.50	.30	43.50	10340.25	REVISED ELIAS LETTER.
982300 0117 (HPH)	042700 B	.20	29.00	.20	29.00	10369.25	TELEPHONE CALL FROM MR. SCOTT WILKINSON, TELEPHONE CALL TO MR. SCOTT WILKINSON, BOTH RE OBJECTIONS TO WAIVER OF ATTORNEY CLIENT PRIVILEGE.
986362 0117 (HPH)	050900 B	1.00	145.00	1.00	145.00	10514.25	REVIEWED MONTANA'S PROPOSED REVISIONS TO CONSENT ORDER; REVIEWED FILE RE SAME.
987813 0117 (HPH)	051200 B	1.30	188.50	1.30	188.50	10702.75	LEGAL RESEARCH RE WAIVER OF ATTORNEY CLIENT PRIVILEGE.

DATE: 09/20/00 15:29:59 PRO FORMA STATEMENT AS OF 091200 FOR FILE (BANK7A-HFN) BANK7A-HFN #45759(44746) Page 8 (8)

987820 0117 (HPH)	051500 B	1.50	217.50	1.50	217.50	10920.25	WORKED ON MOTION TO APPROVE SETTLEMENT OF MONTANA LITIGATION, PROPOSED ORDER AND NOTICE.
987822 0117 (HPH)	051500 B	.50	72.50	.50	72.50	10992.75	REVISED MOTION, NOTICE AND ORDER.
987841 0117 (HPH)	051500 B	.30	43.50	.30	43.50	11036.25	FINALIZE MOTION, ORDER AND NOTICE RE MONTANA.
987847 0117 (HPH)	051500 B	.50	72.50	.50	72.50	11108.75	FINALIZE MOTION, ORDER AND NOTICE, EXHIBITS, CERTIFICATE OF SERVICE.
988351 0117 (HPH)	051600 B	.80	116.00	.80	116.00	11224.75	INTRA-OFFICE CONFERENCES RE WAIVER OF ATTORNEY-CLIENT PRIVILEGE ARGUMENT.
988354 0117 (HPH)	051600 B	.50	72.50	.50	72.50	11297.25	WORKED ON NOTICING APPLICATION TO SETTLE WITH MONTANA SECURITIES COMMISSIONER SUIT BY VOICE MAIL.
988355 0117 (HPH)	051600 B	.50	72.50	.50	72.50	11369.75	WORKED ON SUMMER CLERK ASSIGNMENT PROJECT; INTRA-OFFICE CONFERENCE MR. LONG RE SAME.
988380 0117 (HPH)	051700 B	.30	43.50	.30	43.50	11413.25	MEET WITH SUMMER CLERK TO ASSIGN RESEARCH RE WAIVER OF ATTORNEY CLIENT PRIVILEGE.
989499 0875 (JPL)	051700 B	3.00	195.00	3.00	195.00	11608.25	CONFERENCES WITH MR. LONG AND MR. HARDEN; BACKGROUND ON INTERNATIONAL HERITAGE, INC. CASE; LEGAL RESEARCH RE ATTORNEY-CLIENT PRIVILEGE AND WAIVER BY TRUSTEE.
989736 0875 (JPL)	051800 B	2.50	162.50	2.50	162.50	11770.75	LEGAL RESEARCH RE ATTORNEY-CLIENT PRIVILEGE CORPORATIONS.
989737 0875 (JPL)	051800 B	.50	32.50	.50	32.50	11803.25	LEGAL RESEARCH RE SCOPE OF ATTORNEY-CLIENT PRIVILEGE WAIVER BY TRUSTEE.
989738 0875 (JPL)	051800 B	2.70	175.50	2.70	175.50	11978.75	LEGAL RESEARCH RE APPLICABILITY OF ATTORNEY-CLIENT PRIVILEGE TO INDEPENDENT COUNSEL.
989739 0875 (JPL)	051800 B	.50	32.50	.50	32.50	12011.25	LEGAL RESEARCH RE TRUSTEE'S WAIVER OF ATTORNEY-CLIENT PRIVILEGE.
989566 0875 (JPL)	051900 B	7.00	455.00	7.00	455.00	12466.25	LEGAL RESEARCH SCOPE OF ATTORNEY CLIENT PRIVILEGE; LEGAL RESEARCH RE TRUSTEE'S WAIVER OF ATTORNEY-CLIENT PRIVILEGE; DRAFTING MEMO ON TRUSTEE'S WAIVER OF ATTORNEY-CLIENT PRIVILEGE.
990433 0875 (JPL)	052200 B	1.50	97.50	1.50	97.50	12563.75	LEGAL RESEARCH.
990435 0875 (JPL)	052200 B	6.00	390.00	6.00	390.00	12953.75	DRAFTING MEMO RE WAIVER OF ATTORNEY-CLIENT PRIVILEGE.
990748 0117 (HPH)	052300 B	1.00	145.00	1.00	145.00	13098.75	REVIEWED MEMO OF LAW RE ATTORNEY CLIENT PRIVILEGE.
990749 0117 (HPH)	052300 B	.30	43.50	.30	43.50	13142.25	WORKED ON AGREEMENT FOR WAIVER OF ATTORNEY CLIENT PRIVILEGE.
991594 0117 (HPH)	052300 B	.30	43.50	.30	43.50	13185.75	TELEPHONE CALL TO MR. JIM JOHNSON; TELEPHONE CALL TO MR. JIM JOHNSON, BOTH RE ATTORNEY CLIENT PRIVILEGE WAIVER.
990919 0875 (JPL)	052300 B	3.50	227.50	3.50	227.50	13413.25	DRAFTING MEMO RE TRUSTEE'S WAIVER OF ATTORNEY-CLIENT PRIVILEGE.
990920 0875 (JPL)	052300 B	2.50	162.50	2.50	162.50	13575.75	REVISING MEMO.
991596 0117 (HPH)	052400 B	3.60	522.00	3.60	522.00	14097.75	INTRA-OFFICE CONFERENCES MR. JIM DEVER RE ARGUMENT; WORKED ON ARGUMENT; READ CASES; TELEPHONE CALL TO MR. SCOTT WILKINSON.
991599 0117 (HPH)	052400 B	.40	58.00	.40	58.00	14155.75	TELEPHONE CALL FROM MR. SCOTT WILKINSON RE CONDUCT OF MAY 31 HEARING.

DATE: 09/20/00 15:29:59 PRO FORMA STATEMENT AS OF 091200 FOR FILE (BANK7A-HFN) BANK7A-HFN #45759(44746) Page 9 (9)

991605 0117 (HPH)	052400 B	.20	29.00	.20	29.00	14184.75	TELEPHONE CALL FROM MR. JIM JOHNSON RE IMPACT OF WAIVER ON TIG LITIGATION (MARGINAL).
991607 0117 (HPH)	052400 B	1.00	145.00	1.00	145.00	14329.75	INTRA-OFFICE CONFERENCES RE PREPARATION OF ARGUMENT IN FAVOR OF WAIVING THE ATTORNEY CLIENT PRIVILEGE.
993099 0875 (JPL)	052400 B	4.00	260.00	4.00	260.00	14589.75	FINAL RESEARCH ON ATTORNEY-CLIENT PRIVILEGE.
991630 0117 (HPH)	052500 B	.30	43.50	.30	43.50	14633.25	REVIEWED ANSWER OF TIG RE ARGUMENT ABOUT WAIVER OF PRIVILEGE.
992404 0117 (HPH)	052600 B	.60	87.00	.60	87.00	14720.25	WORKED ON ARGUMENT FOR MAY 31.
993242 0117 (HPH)	053000 B	3.00	435.00	3.00	435.00	15155.25	LEGAL RESEARCH RE WAIVER OF WORK PRODUCT PRIVILEGE; INTRA-OFFICE CONFERENCES RE SAME.
993065 0172 (JCD)	053000 B	2.00	290.00	2.00	290.00	15445.25	CONFERENCE WITH MR. HARDEN RE PRIVILEGE AND WORK PRODUCT ISSUES; RESEARCH RE SAME;
994367 0428 (CVL)	053000 B	.30	19.50	.30	19.50	15464.75	LEGAL RESEARCH RE RESEARCH RESULTS.
993999 0875 (JPL)	053000 B	6.00	390.00	6.00	390.00	15854.75	LEGAL RESEARCH FOR MR. HARDEN - MADE COPY OF 487 F.2D 480.
994482 0117 (HPH)	053100 B	.20	29.00	.20	29.00	15883.75	LEGAL RESEARCH RE WORK PRODUCT PRIVILEGE.
994484 0117 (HPH)	053100 B	.30	43.50	.30	43.50	15927.25	TELEPHONE CALL FROM MR. JIM JOHNSON, TELEPHONE CALL TO MR. JIM JOHNSON.
994487 0117 (HPH)	053100 B	.30	43.50	.30	43.50	15970.75	REVISED FEE APPLICATION FOR LEWIS AND ROBERTS.
994488 0117 (HPH)	053100 B	2.60	377.00	2.60	377.00	16347.75	REVISED NOTICE RE FEE APPLICATION.
994491 0117 (HPH)	053100 B	.50	72.50	.50	72.50	16420.25	PREPARE FOR HEARING ON WAIVER OF ATTORNEY CLIENT AND WORK PRODUCT PRIVILEGES, ATTEND HEARING, MEET WITH MS. MARGIE LYNCH.
994492 0117 (HPH)	053100 B	.20	29.00	.20	29.00	16449.25	REVIEWED MEMO OF LAW OPPOSING WAIVER OF PRIVILEGE.
999285 0534 (JDJ)	053100 B	1.20	78.00	1.20	78.00	16527.25	TELEPHONE CALL TO MR. SCOTT WILKINSON RE HEARING.
999286 0534 (JDJ)	053100 B	2.80	182.00	2.80	182.00	16709.25	WORK ON MOTION AND NOTICE FOR LEWIS AND ROBERTS INTERIM FEES.
994343 0875 (JPL)	053100 B	1.00	65.00	1.00	65.00	16774.25	FILE AND SERVE LEWIS AND ROBERTS INTERIM FEE APPLICATION AND NOTICE.
996083 0117 (HPH)	060100 B	.30	43.50	.30	43.50	16817.75	LEGAL RESEARCH RE WORK PRODUCT.
996139 0117 (HPH)	060200 B	.30	43.50	.30	43.50	16861.25	REVIEWED VAN ETTEN'S OBJECTION TO APPLICATION TO SETTLEMENT WITH MONTANA; REVIEWED MONTANA SETTLEMENT.
996154 0117 (HPH)	060500 B	.30	43.50	.30	43.50	16904.75	CONFERENCE WITH ATTORNEY JOHN WILLIFORD RE CENTURA SUBROGATION CLAIM.
996162 0117 (HPH)	060500 B	.30	43.50	.30	43.50	16948.25	INTRA-OFFICE CONFERENCE MR. DEVER RE WAIVER ARGUMENTS.
996164 0117 (HPH)	060500 B	.30	43.50	.30	43.50	16991.75	TELEPHONE CALL TO MS. SUSAN SHERRILL RE CENTURA BANK CLAIM.
996330 0117 (HPH)	060600 B	.30	43.50	.30	43.50	17035.25	REVIEWED NOTICES OF RIGHTS TO HAVE EXEMPTIONS DESIGNATED IN THE DOBBINS CASE.
996407 0117 (HPH)	060800 B	.30	43.50	.30	43.50	17078.75	REVIEWED FAX FROM MS. SUSAN SHERRILL RE OBJECTION TO CENTURA PROOF OF CLAIM; REVIEWED CENTURA CLAIM AND ATTACHMENTS.
							REVIEWED ORDER APPROVING WAIVER OF ATTORNEY

996440	0117	060900	B	.30	43.50	.30	43.50	17122.25	CLIENT PRIVILEGE. TELEPHONE CALL FROM MR. DAVID RANII, TELEPHONE CALL TO MR. DAVID RANII, BOTH RE JUDGE SMALL'S RULING APPROVING WAIVER.
996481	0117	061200	B	1.40	203.00	1.40	203.00	17325.25	REVIEWED FILE RE HEARING ON OBJECTION TO SETTLEMENT WITH MONTANA; TELEPHONE CALL TO MS. BRENDA ELIAS IN MONTANA; TELEPHONE CALLS FROM MS. BRENDA ELIAS RE REVISIONS TO AGREEMENT; PREPARE FOR HEARING.
996582	0117	061200	B	1.00	145.00	1.00	145.00	17470.25	LETTER FROM MR. BRENT WOOD RE CONDUCT OF SETTLEMENT HEARING; REVIEWED FILE AND DICTATED RESPONSE.
996585	0117	061200	B	.20	29.00	.20	29.00	17499.25	TELEPHONE CALL TO MS. BRENDA ELIAS RE FURTHER REVISION.
997771	0117	061300	B	1.80	261.00	1.80	261.00	17760.25	ATTEND HEARING ON MOTION TO SETTLE WITH MONTANA; REVISED ORDER.
997773	0117	061300	B	.20	29.00	.20	29.00	17789.25	TELEPHONE CALL FROM MS. BRENDA ELIAS RE HEARING AND REVISIONS TO SETTLEMENT AGREEMENT.
997775	0117	061300	B	.60	87.00	.60	87.00	17876.25	REVISED LETTER TO MR. BRENT WOOD.
997779	0117	061300	B	.30	43.50	.30	43.50	17919.75	REVISED LETTER TO MR. BRENT WOOD.
997830	0117	061400	B	.20	29.00	.20	29.00	17948.75	FINALIZE LETTER TO MR. BRENT WOOD.
997849	0117	061500	B	.20	29.00	.20	29.00	17977.75	TELEPHONE CALL FROM MR. JIM ROBERTS RE FEE APPLICATION AND ACSTAR OBJECTION.
998616	0117	061600	B	.30	43.50	.30	43.50	18021.25	LETTER TO ATTORNEY BRENDA ELIAS IN MONTANA RE SETTLEMENT AGREEMENT ORDER.
998967	0117	061600	B	.30	43.50	.30	43.50	18064.75	REVIEWED ACSTAR'S OBJECTION TO LEWIS AND ROBERTS FEE APPLICATION.
998657	0117	062000	B	.80	116.00	.80	116.00	18180.75	REVIEWED NOTICES OF APPEAL; REVIEWED 8000 RULES.
1000458	0117	062100	B	.20	29.00	.20	29.00	18209.75	TELEPHONE CALL FROM MR. SCOTT WILKINSON RE APPEALS AND MOTIONS FOR STAY.
1000460	0117	062100	B	.80	116.00	.80	116.00	18325.75	TELEPHONE CALL FROM MS. MARGIE LYNCH RE APPEAL; TELEPHONE CALL TO MR. SCOTT WILKINSON RE SAME, STAY MOTION.
1000462	0117	062100	B	1.00	145.00	1.00	145.00	18470.75	DICTATED RESPONSE TO MOTIONS TO STAY; LEGAL RESEARCH RE B.R. 8005.
1000464	0117	062100	B	.60	87.00	.60	87.00	18557.75	REVISED RESPONSE.
1000467	0117	062100	B	.30	43.50	.30	43.50	18601.25	REVISED RESPONSE TO STAY MOTIONS.
1000473	0117	062100	B	.30	43.50	.30	43.50	18644.75	REVISED RESPONSE; WORKED ON REQUEST FOR TURNOVER.
1000481	0117	062200	B	.60	87.00	.60	87.00	18731.75	REVISED RESPONSE TO MOTION FOR STAY PENDING APPEAL, MOTION FOR TURNOVER.
1000487	0117	062200	B	.60	87.00	.60	87.00	18818.75	FINALIZE RESPONSE AND MOTION FOR TURNOVER.
1001074	0117	062300	B	.20	29.00	.20	29.00	18847.75	TELEPHONE CALL FROM ATTORNEY SUSAN SHERRILL RE OBJECTION TO CENTURA CLAIM.
1002524	0117	062700	B	.20	29.00	.20	29.00	18876.75	TELEPHONE CALL FROM MR. SCOTT WILKINSON RE APPEAL AND RE ALLEGED ACCOUNTANT-CLIENT PRIVILEGE.

DATE: 09/20/00 15:29:59 PRO FORMA STATEMENT AS OF 091200 FOR FILE (BANK7A-HFN) BANK7A-HFN #45759(44746) Page 11 (11)

1002559 0117 (HPH)	062700 B	.30	43.50	.30	43.50	18920.25	LETTER TO MR. SCOTT WILKINSON RE PERMISSION TO INTERVIEW ACCOUNTANT.
1002560 0117 (HPH)	062700 B	.30	43.50	.30	43.50	18963.75	INTRA-OFFICE CONFERENCE MR. DEVER RE ACCOUNTANT-CLIENT PRIVILEGE WAIVER.
1002075 0172 (JCD)	062700 B	.50	72.50	.50	72.50	19036.25	CONFERENCE WITH MR. HARDEN RE ALLEGED ACCOUNTANT - CLIENT PRIVILEGE ISSUE; RESEARCH RE SAME.
1003530 0117 (HPH)	062800 B	.60	87.00	.60	87.00	19123.25	LEGAL RESEARCH RE ACCOUNTANT-CLIENT PRIVILEGE.
1003858 0172 (JCD)	062800 B	1.00	145.00	1.00	145.00	19268.25	RESEARCH RE ACCOUNTANT-CLIENT PRIVILEGE ISSUE; REVIEW LETTER FROM MR. WILKINSON; CONFERENCE WITH HARDEN.
1005348 0117 (HPH)	062900 B	.50	72.50	.50	72.50	19340.75	TELEPHONE CALL TO MR. SCOTT WILKINSON RE JUDGE SMALL'S ORDER AND IDENTIFICATION OF PRIVILEGED DOCUMENTS, NO PRIVILEGE FOR IHI ACCOUNTANT.
1006352 0117 (HPH)	070500 B	.60	87.00	.60	87.00	19427.75	REVIEWED DESIGNATION OF RECORD ON APPEAL; LEGAL RESEARCH RE BR 8000.
1007391 0117 (HPH)	071000 B	.30	43.50	.30	43.50	19471.25	TELEPHONE CALL TO MR. PAUL FANNING RE HEARING ON FEE APPLICATION; TELEPHONE CALL TO MS. CHRISTINE CASTELLOE RE SAME.
1007425 0117 (HPH)	071100 B	.20	29.00	.20	29.00	19500.25	TELEPHONE CALL FROM MR. SCOTT WILKINSON RE STATUS OF APPEAL, PRODUCTION OF DOCUMENTS.
1007432 0117 (HPH)	071100 B	.50	72.50	.50	72.50	19572.75	REVIEWED NARRONS MOTIONS RECEIVED BY FAX FROM BRENT WOOD RE STAY PENDING, BRIEF RE SAME.
1010757 0117 (HPH)	071200 B	.20	29.00	.20	29.00	19601.75	TELEPHONE CALL FROM MR. SCOTT WILKINSON RE MOTION FOR STAY TO DISTRICT COURT.
1010763 0117 (HPH)	071200 B	.20	29.00	.20	29.00	19630.75	TELEPHONE CALL FROM MR. JIM JOHNSON RE HEARING ON FEE APPLICATION.
1010765 0117 (HPH)	071200 B	1.00	145.00	1.00	145.00	19775.75	TELEPHONE CALL FROM MS. SUE TOW, TELEPHONE CALL TO MS. SUE TOW AT DISTRICT COURT; WORKED ON RESPONSE TO MOTION TO SHORTEN TIME AND MOTION FOR STAY.
1010767 0117 (HPH)	071200 B	.60	87.00	.60	87.00	19862.75	REVISED RESPONSE AND LETTER.
1008615 0534 (JDU)	071300 B	.60	39.00	.60	39.00	19901.75	TELEPHONE CALL FROM DEAN BRADLEY OF UPS RE SUIT AGAINST UPS FOR DELIVERY OF ITEMS TO INTERNATIONAL HERITAGE PREMISES AND FORWARDED TO TRUSTEE'S OFFICE.
1010778 0117 (HPH)	071400 B	.60	87.00	.60	87.00	19988.75	READ WOOD'S JULY 10 MOTION TO DISTRICT COURT; REVIEWED RESPONSE TO TRUSTEE'S OBJECTION TO SHORTENING OF TIME.
1010781 0117 (HPH)	071600 B	.20	29.00	.20	29.00	20017.75	REVIEWED MOLLIK'S MOTION FOR LEAVE TO JOIN MOTION OF VAN ETEN.
1010782 0117 (HPH)	071600 B	.30	43.50	.30	43.50	20061.25	REVIEWED BROTHERS' AND SAVAGE'S MOTIONS FOR ORDERS.
1010955 0117 (HPH)	071700 B	.40	58.00	.40	58.00	20119.25	READ JUDGE BRITT'S ORDER.
1010961 0117 (HPH)	071700 B	.30	43.50	.30	43.50	20162.75	LEGAL RESEARCH BANKRUPTCY RULES RE APPEAL TO DISTRICT COURT.
1011022 0117 (HPH)	071900 B	.50	72.50	.50	72.50	20235.25	REVIEWED CORRESPONDENCE AND DISCLOSURES FROM MR. BRENT WOOD AND JOE CHESIRE.
1012135 0117 (HPH)	072100 B	.20	29.00	.20	29.00	20264.25	TELEPHONE CALL FROM MR. SCOTT WILKINSON, TELEPHONE CALL TO SCOTT WILKINSON BOTH RE DOCUMENT PRODUCTION.

DATE: 09/20/00 15:29:59 PRO FORMA STATEMENT AS OF 091200 FOR FILE (BANK7A-HFN) BANK7A-HFN #45759(44746) Page 12 (12)

1013284 0117 (HPH)	072700 B	.30	43.50	.30	43.50	20307.75	TELEPHONE CALL FROM MS. STEPHANI HUMRICKHOUSE RE PREFERENCE ACTIONS AND BRENT WOOD'S DOCUMENTS.
1013581 0117 (HPH)	072800 B	.30	43.50	.30	43.50	20351.25	LETTER TO MS. HUMRICKHOUSE RE REVIEW OF DOCUMENTS.
1014045 0534 (JDJ)	073100 B	1.30	84.50	1.30	84.50	20435.75	WORK ON FEE APPLICATION, NOTICE AND ORDER FOR POORMAN-DOUGLAS FEES.
1014057 0534 (JDJ)	073100 B	1.00	65.00	1.00	65.00	20500.75	REVIEW FILE RE ORDER EMPLOYING POORMAN-DOUGLAS AND CONDITIONS OF EMPLOYMENT; WORK ON FEE APPLICATION.
1021472 0534 (JDJ)	080200 B	.60	39.00	.60	39.00	20539.75	WORK ON 2ND INTERIM FEE APPLICATION.
1015726 0117 (HPH)	080300 B	2.00	290.00	2.00	290.00	20829.75	WORKED ON FEE APPLICATION.
1020783 0117 (HPH)	082100 B	.30	43.50	.30	43.50	20873.25	INTRA-OFFICE CONFERENCE WRITTEN WAIVER OF ATTORNEY CLIENT PRIVILEGE FOR WYRICK ROBBINS.
1020831 0117 (HPH)	082100 B	.60	87.00	.60	87.00	20960.25	REVIEWED UCC-1'S PER INQUIRY FROM LIENHOLDERS; DICTATED RESPONSE.
1020846 0117 (HPH)	082100 B	.30	43.50	.30	43.50	21003.75	REVISED LETTER TO LIEN CLAIMANTS.
1020857 0117 (HPH)	082100 B	.60	87.00	.60	87.00	21090.75	REVIEWED AGSTAR OBJECTION TO FEE APPLICATION OF LEWIS & ROBERTS; TELEPHONE CALL TO MR. JIM ROBERTS RE HANDLING HEARING ON SAME.
1021420 0117 (HPH)	082200 B	.30	43.50	.30	43.50	21134.25	REVIEWED CORRESPONDENCE FROM ATTORNEY LEONARD BURNINGHAM AND ENCLOSURES, SUBPOENA.
1021421 0117 (HPH)	082200 B	.60	87.00	.60	87.00	21221.25	TELEPHONE CALL TO ATTORNEY LEONARD BURNINGHAM; DICTATED LETTER TO MR. BURNINGHAM RE POSSIBLE REVERSE MERGER OF IHI.
1021422 0117 (HPH)	082200 B	.30	43.50	.30	43.50	21264.75	REVIEWED JUDGE SMALL'S ORDER ALLOWING MOTION FOR APPROVAL OF COMPROMISE AND SETTLEMENT, EXECUTE WAIVER DOCUMENT FOR ATTORNEY SAM WYRICK.
1021423 0117 (HPH)	082200 B	.60	87.00	.60	87.00	21351.75	PREPARE FOR HEARING ON FEE APPLICATION.
1022086 0117 (HPH)	082300 B	.30	43.50	.30	43.50	21395.25	TELEPHONE CALL FROM ATTORNEY JOE ARONICA RE SUBPOENAED DOCUMENTS.
1022088 0117 (HPH)	082300 B	.60	87.00	.60	87.00	21482.25	MEET WITH MR. JIM ROBERTS RE HEARING ON FEE APPLICATION.
1022089 0117 (HPH)	082300 B	.30	43.50	.30	43.50	21525.75	TELEPHONE CALL TO MR JOE ARONICA.
1022090 0117 (HPH)	082300 B	1.00	145.00	1.00	145.00	21670.75	ATTEND HEARING ON LEWIS & ROBERTS FEES.
1022094 0117 (HPH)	082300 B	.30	43.50	.30	43.50	21714.25	DICTATED LETTER TO ATTORNEY STACEY MILLER RE WAIVER OF ATTORNEY-CLIENT PRIVILEGE.
1022099 0117 (HPH)	082300 B	.30	43.50	.30	43.50	21757.75	LETTER FROM ATTORNEY KEIRAN SHANAHAN RE WAVIER; DICTATED RESPONSE.
1025137 0117 (HPH)	083100 B	.80	116.00	.80	116.00	21873.75	WORKED ON FEE APPLICATIONS.
1026400 0117 (HPH)	090800 B	.20	29.00	.20	29.00	21902.75	TELEPHONE CALL FROM ATTORNEY JONATHAN STIEN RE STOCKHOLDER ARBITRATION AGAINST RAYMOND JAMES BROKERAGE.
1027047 0117 (HPH)	091200 B	.30	43.50	.30	43.50	21946.25	REVIEWED VARIOUS NOTICES OF DISMISSALS OF APPEALS, CORRESPONDENCE FROM MR. BRENT WOOD RE DOCUMENT REVIEW.

DATE: 09/20/00 15:29:59 PRO FORMA STATEMENT AS OF 091200 FOR FILE (BANK7A-HFN) BANK7A-HFN

#45759(44746)

Page 13 (13)

1027048 0117 091200 B .20 29.00 .20 29.00 21975.25 TELEPHONE CALL FROM ATTORNEY JIM HUGHES RE
(HPH) WAIVER OF THE ATTORNEY-CLIENT PRIVILEGE;
DICTATED LETTER RE SAME.

FEE SUBTOTAL 21975.25

*****COST ENTRIES*****
Cost Date Range: 092399 to 083100

INDEX DATE	STAT	AMOUNT	DESCRIPTION	CODE	TKPER	VOUCHER
1147590	093099B	2.18	* LONG DISTANCE TELEPHONE CALL	8040	FIRM	
1172144	120299B	2.79	9 MILES @\$.31 EACH - HOLMES P. HARDEN	860	FIRM	112376
1172145	120299B	3.00	PARKING - HOLMES P. HARDEN	844	FIRM	112376
1163661	123099B	0.50	* FACSIMILE TRANSMISSION	8050	FIRM	
1177585	040400B	1.60	* PHOTOCOPIES	8070	FIRM	
1184838	052400B	0.80	* PHOTOCOPIES	8070	FIRM	
1185222	053000B	1.20	* PHOTOCOPIES	8070	FIRM	
1196119	060500B	2.83	* LONG DISTANCE TELEPHONE CALL	8040	FIRM	
1209981	082300B	0.81	* LONG DISTANCE TELEPHONE CALL	8040	FIRM	

15.71

BALANCE DUE FROM PREVIOUS STATEMENT 0.00
LESS PAYMENT(S) 0.00

BALANCE FORWARD 0.00

TIMECARD SUB-TOTAL (190.45) 21975.25
DISBURSEMENT SUB-TOTAL 15.71
SUBTOTAL CURRENT PERIOD 21990.96
TOTAL DUE 21990.96

TIME VALUE FOR THE MATTER AFTER THE CUTOFF DATE 43.50
COST VALUE FOR THE MATTER AFTER THE CUTOFF DATE 0.00

*****TIME AND FEE SUMMARY*****

TIMEKEEPER	RATE	HOURS	FEES
HOLMES P. HARDEN	145.00	114.60	16617.00
JAMES C. DEVER	145.00	5.00	725.00
JOHN I. MABE, JR.	145.00	.35	50.75
CATHERINE V. LAMBE	65.00	.60	39.00
JENNY D. JOHNSON	65.00	29.20	1898.00
JULIANNA P. LOWE	65.00	40.70	2645.50
TOTALS		190.45	21975.25

*****COST CODE SUMMARY*****

COST CODE	AMOUNT
8040 LONG DISTANCE TELEPHONE CALL	5.82
8050 FACSIMILE TRANSMISSION	0.50
8070 M&E PHOTOCOPY CENTER	3.60

DATE: 09/20/00 15:29:59 PRO FORMA STATEMENT AS OF 091200 FOR FILE (BANK7A-HFN) BANK7A-HFN

#45759(44746)

Page 14 (14)

844 PARKING 3.00
 860 MILES @\$.325 EACH 2.79
 COST TOTAL 15.71

***** LEDGER SUMMARY ***** *

Ledger Code	Ledger Description	Debit	Credit	Credit Applied To
UNALL	UNALLOCATED		70786.98	
FEE	FEE	70567.75		70567.75 FEES
HCO	HARD COST	27.95		27.95 HCO
SCO	SOFT COST	191.28		191.28 SCOST
TOTAL		70786.98	70786.98	

AGED ACCOUNTS RECEIVABLE: 0.00 (-30) 0.00 (31-60) 0.00 (61-90) 0.00 (91-120) 0.00 (+)

() BILL COSTS AND FEES
 () BILL FEES ONLY
 () BILL COSTS ONLY
 () DO NOT BILL
 () CLOSE FILE
 () FINAL BILL

Page 1

Sep 20 2000 15:32:00

Group Batch Finalization Report:

	RECORDS	HOURS	AMOUNT
Batch 44745 -- report successful.	8	7.75	606.25
TOTALS	8	7.75	606.25
TOTAL FINALIZED		.00	.00
TOTAL NOT FINALIZED	8	7.75	606.25
TOTAL WITH REPORT ERRORS		.00	.00
TOTAL NOT PROCESSED (LOCKED BY ANOTHER USER)		.00	.00

Timecard Report -- Batch 44745 (0900) Index Number Sort Sep 20 2000 15:32:00 Page 1
Entry Operator: mgalecki Date Opened: 09/20/2000

TKEEP	DATE PERIOD	INDEX MATTER	MATTER DESCRIPTION CLIENT NAME	LEDGER STAT/ACT	HOURS TIMEKEEPER NAME	AMOUNT	DESCRIPTION
0629	091200 1029249		NEWTON INSTRUMENT CO./GR FEES		.25	21.25	REVIEW CORRESPONDENCE FROM MR. PERRY; PREPARE
	0900 007616-172		FIRST UNION CORPORATI B/				CORRESPONDENCE TO SEND CHECK FOR LOAN FEE TO
	TASK: ACTIVITY: T/A LIST: :						FIRST UNION.
0629	091200 1029250		301 LEWIS STREET		.75	63.75	CONFERENCE WITH MR. TINGEN RE DOCUMENTS TO BE
	0900 007616-177		FIRST UNION CORPORATI B/				SIGNED BY MR. NEWTON; REVISE RESOLUTION;
	TASK: ACTIVITY: T/A LIST: :						PREPARE CORRESPONDENCE TO SEND DOCUMENTS TO MR.
0629	091200 1029251		NEWTON INSTRUMENT COMPAN FEES		.25	21.25	LAMBE.
	0900 007616-175		FIRST UNION CORPORATI B/				CONFERENCE WITH MR. TINGEN RE DOCUMENTS TO BE
	TASK: ACTIVITY: T/A LIST: :						SIGNED BY MR. NEWTON; REVISE GUARANTY; PREPARE
0629	091200 1029252		DUNBAR APARTMENTS		2.00	150.00	CORRESPONDENCE TO SEND GUARANTY AGREEMENT TO
	0900 013936-097		NORTH CAROLINA HOUSIN B/				MR. LAMBE.
	TASK: ACTIVITY: T/A LIST: :						PREPARE CORRESPONDENCE TO
0629	091200 1029253		AVIEMORE VILLAGE APARTME FEES		2.00	150.00	PREPARE CORRESPONDENCE TO MR. ELLIS; PREPARE
	0900 013936-094		NORTH CAROLINA HOUSIN B/				DRAFT LOAN DOCUMENTS; FILE ORGANIZATION.
	TASK: ACTIVITY: T/A LIST: :						
0629	091200 1029254		VILLA TRACE		1.00	75.00	REVISE CLOSING CHECKLIST; REVIEW AS-BUILT
	0900 013936-043		NORTH CAROLINA HOUSIN B/				RICH, LINDA M. SURVEY.
	TASK: ACTIVITY: T/A LIST: :						
0629	091200 1029255		NCHFA/MACGREGORY VILLAGE FEES		.25	18.75	REVIEW REVISED INTER-CREDITOR AGREEMENT.
	0900 013936-081		NORTH CAROLINA HOUSIN B/				
	TASK: ACTIVITY: T/A LIST: :						
0629	091200 1029256		OFFICE ADMINISTRATION		1.25	106.25	VARIOUS ADMIN. DUTIES.
	0900 999999-001		NONBILLABLE TIME				
	TASK: ACTIVITY: T/A LIST: :						
Billable Totals:			6.50 hours,			500.00	
Nonbillable Totals:			1.25 hours,			106.25	
Batch Totals:			7.75 hours,			606.25	

